

Exhibit M

Housing Funds Assisting Mortgagors and Used to Match Federal Funds

Exhibit M contains information reported by 24 agencies. These agencies responded to questions concerning housing assistance activities governed by applicable sections of Health and Safety Codes 33334.13 and 50836(b) (refer to Appendix 2, HCD Schedule C, Questions 15 and 16).

Seventeen agencies reported information pertaining to Section 33334.13 (Question 15) which allows agencies to use the Low-Mod Fund to assist homebuyers participating in either a homeownership mortgage revenue bond program or government authorized home financing program. This Section also prescribes requirements which allow agencies to use the Low-Mod Fund to provide limited assistance to homebuyers with incomes greater than those of persons and families of low- or moderate-income. Section 33334.13(b) specifies that when an agency assists any above moderate-income mortgagor, then, over the next two years, the agency must spend twice the total amount of assistance provided to all above-moderate income mortgagors exclusively to assist lower-income households of which at least 50 percent must be very low-income households. Over FY 2003/04, nine (9) agencies reported complying with the requirement of assisting very low-income households.

Seven agencies reported using \$6,185,111 of other funds (non Low-Mod Funds) to assist homebuyers, pursuant to Section 50836(b) and in response to HCD Schedule C, Question 16. Agencies used these funds to match federal (Title II or IV) housing grant program funds.